

Calculation Of Transfers: Tax Reduction Fund

June 30, 2000
(Amounts in thousands)

This statement is prepared pursuant to Chapters 29 and 29B of the Massachusetts General Laws. It is prepared on the statutory basis of accounting and presents information contained in the official books and accounting records of the Commonwealth. Supporting information is presented in individual schedules, as indicated, and in the Financial Section of this report.

The computation is as follows:

Part 1: Comparison of Stabilization Fund, after current fiscal year transfers,
to 7.5% of Budgeted Revenues and Other Financial Resources:

Undesignated Fund Balance in the Stabilization Fund.....	\$ 1,608,382
Allowable Stabilization Balance (per Schedule C).....	<u>1,694,032</u>
Stabilization Fund Excess, if any, transferable to Tax Reduction Fund.....	<u>\$ -</u>

Part 2: Status of Stabilization Fund after transfers:

Stabilization Fund Balance.....	\$ 1,608,382
Transfer to Tax Reduction Fund.....	<u>-</u>
Stabilization Fund Balance after transfer to Tax Reduction Fund.....	<u>\$ 1,608,382</u>

Part 3: Status of Tax Reduction Fund after transfers:

Tax Reduction Fund Balance.....	\$ 7,203
Transfers from Stabilization Fund.....	<u>-</u>
Tax Reduction Fund Balance after transfers.....	<u>\$ 7,203</u>

Schedule A
FY2000 Tax Revenues By Revenue Class and
Calculation of Allowable Net Surplus

June 30, 2000
(Amounts in thousands)

Alcoholic Beverages.....	\$ 63,147
Banks: Commercial.....	92,451
Banks: Savings.....	375
Cigarette.....	279,945
Corporations.....	1,130,544
Deeds.....	127,371
Estate and Inheritance.....	166,511
Income.....	9,041,936
Insurance.....	306,018
Motor and Special Fuels.....	652,596
Public Utilities.....	82,983
Room Occupancy.....	137,005
Sales and Use.....	3,565,267
Club Alcoholic Beverages.....	621
Motor Vehicle Excise.....	151
Convention Center Surcharges.....	12,594
State Racing.....	7,829
Beano	5,264
Raffles and Bazaars.....	925
Boxing.....	21
Insurance: Excess and Surplus Lines.....	28,617
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FY 2000 State Tax Revenue.....	15,702,169
0.5% of Total Tax Revenue.....	78,511
Allowable Consolidated Net Surplus	<hr/> <u>\$ 78,511</u> <hr/>

This schedule is prepared on the statutory basis of accounting. It presents tax revenues as reported in the governmental funds of the Commonwealth. It differs from the schedule of tax collections prepared by the Comptroller, Commissioner of Revenue and State Auditor for calculations in accordance with Chapter 62F, as established by Chapter 555 of the Acts of 1986.

Schedule B
Calculation of Capital Project Fund Transfer

June 30, 2000
(Amounts in thousands)

Maximum Allowable Transfer Amount:

A: Consolidated Net Surplus available for transfer.....	\$	191,452
	X	40%
B: Maximum based on 40% of Consolidated Net Surplus.....	\$	<u>76,581</u>
C: Fund Deficits - Capital Project Funds.....	\$	<u>709,853</u>
Lower of the 40% of the Consolidated Net Surplus or sum of fund deficits in the Capital Project Funds at year end.....	\$	<u>76,581</u>
Amount Transferred by the Comptroller.....	\$	<u>76,581</u>

Schedule C
Calculation of Cap on Stabilization Fund

June 30, 2000
(Amounts in thousands)

Total Budgeted Revenues and Other Financial Resources pertaining to the Budgeted funds.....	\$	26,221,102
Elimination of budgetary interfund activity (per Schedule D).....		<u>(3,634,013)</u>
Budgeted Revenues and Other Financial Resources pertaining to the Budgeted funds.....	\$	<u>22,587,089</u>
Allowable Stabilization Fund - Balance, 7.5% of Budgeted Revenue.....	\$	<u>1,694,032</u>

Calculation of Stabilization Fund Transfers as defined by Mass General Law Chapter 29 section 5c and as recently amended by Chapter 88 of Acts of 1997 and Chapter 175 of the Acts of 1998.

Schedule D

Detail of Elimination of Budgetary Inter Fund Activity

June 30, 2000
(Amounts in thousands)

Adjustments to Revenues:

Municipal Transit Assessments (RTAs Only).....	\$ (15,821)
Transfers to Intragovernmental Services Fund.....	(99,663)

Adjustments to Other Financing Sources and Uses:

MBTA Subsidy Transfer from Highway and Local Aid Funds to the General Fund (Authorities Deficiency).....	(154,430)
Stabilization Transfers - Year end.....	(114,871)
Fringe Assessed to Budgeted Funds.....	(23,916)
Transfer from Intragovernmental Services fund to General Fund.....	(3,547)
Transfer from Revenue Maximization Fund to General fund.....	(19,464)
License Plates.....	(3,447)
Transfer from Transitional Escrow Fund.....	(75,200)
Transfer from Collective Bargaining Reserve.....	(54,168)
Transfer to Children's & Senior's Health Fund	(36,952)
Transfer to Clean Election Fund	(10,000)
Transfer from Highway Fund to Authorities Deficiency Fund.....	(10,540)
MWRA Debt Service reimbursement.....	(4,435)
Transfer to Caseload Mitigation Fund	(22,091)
Transfer to close Commonwealth Cost Relief Fund	(3,837)
Chapter 34B County Pension reimbursement.....	(1,756)
Fund Deficit Elimination - Highway Fund.....	(388,205)
Fund Deficit Elimination - Local Aid Fund.....	(2,591,577)
Miscellaneous	(94)

Elimination of Budgetary Interfund Activity	<u>\$ (3,634,013)</u>
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